#### Pt. 249

- (d) Use the clause at 252.247-7025, Reflagging or Repair Work, in all time charter solicitations and contracts for the use of a vessel for the transportation of supplies, unless a waiver has been granted in accordance 247.572(c).
- (e) Use the provision at 252.247-7026, Evaluation Preference for Use of Domestic Shipyards-Applicable to Acquisition of Carriage by Vessel for DoD Cargo in the Coastwise or Noncontiguous Trade, in solicitations that require a covered vessel for carriage of cargo for DoD. See 247.573-3 for reporting of the information received from offerors in response to the provision. See 247.573-2(c)(3) for the required evaluation criterion.

[56 FR 36466, July 31, 1991, as amended at 59 FR 10580, Mar. 7, 1994; 60 FR 29501, June 5, 1995; 64 FR 2598, Jan. 15, 1999; 65 FR 14401. Mar. 16, 2000; 67 FR 38021, May 31, 2002. Redesignated and amended at 72 FR 49206, Aug. 28, 2007; 73 FR 70911, Nov. 24, 2008]

## PART 249—TERMINATION OF **CONTRACTS**

# Subpart 249.1—General Principles

Sec

249.105 Duties of termination contracting officer after issuance of notice of termination

 $\begin{array}{lll} 249.105\text{--}1 & \text{Termination status reports.} \\ 249.105\text{--}2 & \text{Release of excess funds.} \end{array}$ 

249.109 Settlement agreements.

249.109-7 Settlement by determination.

249.110 Settlement negotiation memorandum.

### Subpart 249.5—Contract Termination Clauses

249.501 General.

249.501-70 Special termination costs.

## Subpart 249.70—Special Termination Requirements

249.7000 Terminated contracts with Canadian Commercial Corporation.

249.7001 Congressional notification on significant contract terminations.

249.7002 [Reserved]

249,7003 Notification of anticipated contract terminations or reductions.

AUTHORITY: 41 U.S.C. 421 and 48 CFR chap-

Source: 56 FR 36471, July 31, 1991, unless otherwise noted.

# Subpart 249.1—General Principles

#### 249.105 Duties of termination contracting officer after issuance of notice of termination.

### 249.105-1 Termination status reports.

Follow the procedures at PGI 249.105-1 for reporting status of termination actions.

[71 FR 27645, May 12, 2006]

### 249.105-2 Release of excess funds.

See PGI 249.105-2 for guidance on recommending the release of excess funds.

[71 FR 27645, May 12, 2006]

### 249.109 Settlement agreements.

#### 249.109-7 Settlement by determination.

Follow the procedures at PGI 249.109-7 for settlement of a convenience termination by determination.

[71 FR 27645, May 12, 2006]

#### 249.110 Settlement negotiation memorandum.

Follow the procedures at PGI 249.110 for preparation of a settlement negotiation memorandum.

[71 FR 27645, May 12, 2006]

## Subpart 249.5—Contract **Termination Clauses**

# 249.501 General.

# 249.501-70 Special termination costs.

- (a) The clause at 252.249-7000, Special Termination Costs, may be used in an incrementally funded contract when its use is approved by the agency head.
  - (b) The clause is authorized when-
- (1) The contract term is 2 years or more:
- (2) The contract is estimated to require-
- (i) Total RDT&E financing in excess of \$25 million; or
- (ii) Total production investment in excess of \$100 million; and
- (3) Adequate funds are available to cover the contingent reserve liability for special termination costs.
- (c) The contractor and the contracting officer must agree upon an